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Attorney for Defendants

UNITED STATES DISTRICT COURT

FOR THE DISTRICT OF OREGON

Portland Division

SOLAR NATION, INC., a Delaware corporation,

Plaintiff.

VS.

SOLAR JONES, INC., a Nevada corporation; JONATHAN KERSEY, a Nevada resident; JEREMY TROUSDALE, a California resident; RON KIRKPATRICK, an Oklahoma resident; and

PAGE 1 –AMENDED STIPULATED FINAL JUDGMENT AND ORDER FOR PERMANENT INJUNCTION AND OTHER EQUITABLE RELIEF

Case No: 3:12-cv-1199-BR

AMENDED STIPULATED FINAL JUDGMENT AND ORDER FOR PERMANENT INJUNCTION AND OTHER EQUITABLE RELIEF

> HINSHAW & CULBERTSON LLP 1000 SW Broadway Suite 1250 Portland, OR 97205-3000 Telephone: 503-243-3243 Facsimile: 503-243-3240

RICHARD HILBUN, a Montana resident,

Defendants.

Plaintiff ("PLAINTIFF") SOLAR NATION, INC, by and through its attorneys, Dayna E. Underhill and Clint D. Robison, has filed a Complaint for Violation of Oregon Trade Secrets Act ORS 646.461 et seq., Breach of Contract, Conversion, Trespass to Chattels, Breach of Confidence, Breach of Covenant of Good Faith and Fair Dealing ("Complaint") against DEFENDANTS. DEFENDANTS, by and through their attorney, Timothy D. Smith, appeared in response to the Complaint.

PLAINTIFF and DEFENDANTS, by and through counsel and the assistance of the Hon. Michael Simon, serving as judicial settlement conference judge, have agreed to settlement of this action without adjudication of fact or law, and without DEFENDANTS admitting any of the non-jurisdictional facts alleged in the Complaint or liability for any of the violations alleged in the Complaint.

To resolve all matters of dispute between them in this action, PLAINTIFF and DEFENDANTS hereby stipulate to the entry of, and request the Court to enter, this Stipulated Final Judgment and Order for Permanent Injunction and Other Equitable Relief ("Order"):

- 1. This Court has jurisdiction over the subject matter of this case and jurisdiction over all parties pursuant to 28 U.S.C. § 1332;
- 2. Venue in the United States District Court District of Oregon Portland Division is proper under 28 U.S.C. § 1391;
- 3. The Complaint states claims upon which relief can be granted under the common law of the State of Oregon, Fed. R. Civ. P. 65 and Oregon Uniform Trade Secrets Act, ORS 646.461 *et seq.*, and 15 U.S.C. § 1117;

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- 4. PLAINTIFF and DEFENDANTS have entered into this Order freely and without coercion, and DEFENDANTS acknowledge that they have read the provisions of this Order and are prepared to abide by them;
- 5. The undersigned, individually and through their counsel have agreed that the entry of this Order resolves all matters of dispute between them arising from the Complaint in this action, up to the date of the entry of this Order;
- 6. DEFENDANTS waive service of a summons and all rights to seek judicial review or otherwise challenge or contest the validity of this Order;
- 7. Pursuant to Federal Rule of Civil Procedure 65(d) the provisions of this Order are binding upon DEFENDANTS, and their officers, agents, servants, employees, and attorneys who receive actual notice of this Order by personal service or otherwise and as agreed herein to DEFENDANTS' directors, shareholders, spouses, heirs and assigns and all other persons or entities in active concert or participation with DEFENDANTS who receive actual notice of this Order by personal service or otherwise.
- 8. This Order is remedial in nature and shall not be deemed or construed as a fine, damages, penalty, or punitive assessment;
 - 9. Each party shall bear its own costs and attorney's fees.

I.

DEFINITIONS

- 1. Corporate Defendant means Solar Jones, Inc.
- 2. Individual Defendants means JONATHAN KERSEY, a Nevada resident; JEREMY TROUSDALE, a California resident; RON KIRKPATRICK, an Oklahoma resident; and RICHARD HILBUN, a Montana resident.
- 3. *Defendants* means all of the Individual Defendants and the Corporate Defendant, individually, collectively, or in any combination.

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- 4. Restricted Entities means: the individuals and entities (as well as their affiliates and subsidiaries) identified on the Restricted Entity List, attached hereto as Exhibit A.
- 5. Competition with respect to a Restricted Entity means: directly or indirectly providing goods or services to; contacting for business purposes; soliciting; bidding or offering to bid to; selling or offering to sell to; diverting business to; delivering to; accepting business or orders from; contracting with; working as an employee or contractor for; accepting any compensation from directly or indirectly or otherwise dealing with. This refers to actions taken individually, or as an owner, proprietor, manager, officer, agent or servant of another person or entity.
- 6. "Protected Information" is defined as converting any information regarding the following:
 - (i) Plaintiff's past and present sales activity and data; potential leads on new customers, sales and products; current customer and sales contact information; product pricing data; order data; discussions and/or negotiations with past, present and potential customers; past, existing and future project information; and proprietary product design information.
- 7. "Protected Information" also includes the following Solar Nation, Inc. ("SN") and PK Solar, Inc. ("PK") information:
 - (ii) information, formulae, compilations, software programs (including object codes and source codes), devices, methods, techniques, drawings, plans, experimental and research work, inventions, patterns, processes and know-how, whether or not patentable, and whether or not at a commercial stage related to SN and PK Solar, Inc.'s business or any subsidiary thereof; (ii) the names, buying habits or practices of SN's and PK Solar's customers; (iii) SN's and PK Solar's marketing methods and related data; (iv) SN's and PK Solar's costs of materials; (vi) the prices SN or PK Solar obtains or has obtained or at which SN's and PK Solar's sells (sic) or has sold its products or services; (vii) lists or other written records used in SN's or PK Solar's Business; (viii) compensation paid to employees and other terms of employment; and (ix) any other confidential information of, about or concerning the SN's or PK Solar's Business, its manner of operation, or other confidential data of any kind, nature, or description.

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II.

DEFENDANTS ARE PERMANENTLY ENJOINED and RESTRAINED from:

- 1. Directly or indirectly accessing, possessing, retaining, copying or using any Solar Nation, Inc. Protected Information in any manner, specifically including without limitation all business and personal purposes; and
- 2. Directly or indirectly disclosing, transmitting or making available in any manner, to any person or entity other than Plaintiff, any Protected Information except as may be necessary to comply with the terms of paragraph 3 of the <u>Settlement Agreement</u>, attached hereto as <u>Exhibit B</u>, which requires return of such information to Solar Nation, Inc.; and
- 3. For a period of four (4) years, Defendants shall not engage in Competition (directly or indirectly) with Solar Nation, Inc. and any of its affiliates and subsidiaries, with respect to the Restricted Entities.

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III.

ACKNOWLEDGEMENT OF RECEIPT OF ORDER BY DEFENDANTS

IT IS FURTHER ORDERED that within seven (7) business days of Defendants' counsel's receipt of this entered Order, all Defendants shall submit to the Court a truthful sworn statement acknowledging receipt of this Order.

STIPULATED TO and DATED this 8th day of November, 2012.

CABLE HUSTON BENEDICT HAAGENSEN & LLOYD, LLP HINSHAW & CULBERTSON LLP

By: /s/ Timothy Smith
Timothy Smith, OSB No. 914374
Attorney for Defendants

By: <u>/s/ Dayna E. Underhill</u>
Dayna E. Underhill, OSB No. 926004
Clint D. Robison, *Pro Hac Vice*Attorneys for Plaintiff Solar Nation, Inc.

IT IS SO ORDERED:

DATED: 19 2012

Honorable District Judge Anna J. Brown

CERTIFICATE OF FILING AND SERVICE

I hereby certify that on November 8, 2012, I electronically filed the foregoing

AMENDED ____STIPULATED FINAL JUDGMENT AND ORDER FOR

PERMANENT INJUNCTION AND OTHER EQUITABLE RELIEF and served on the parties or attorneys for parties identified herein, in the manner and on the date set forth below:

Will be mailed via first class mail or notified via the court's electronic filing system if currently signed up:

Timothy D. Smith Cable Huston et al 1001 SW 5th Ave Ste 2000 Portland, OR 97204

Attorney for Defendants

Respectfully submitted, this 8th day of November, 2012.

HINSHAW & CULBERTSON LLP

/s/ Dayna E. Underhill

Dayna E. Underhill, OSB No. 926004 1000 S.W. Broadway, Ste. 1250 Portland, Oregon 97205-3000 Telephone: (503) 243-3243 Facsimile: (503) 243-3240

Email: dunderhill@hinshawlaw.com Attorney for Plaintiff Solar Nation, Inc.

CERTIFICATE OF SERVICE

HINSHAW & CULBERTSON LLP 1000 SW Broadway Suite 1250 Portland, OR 97205-3000 Telephone: 503-243-3243 Facsimile: 503-243-3240

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RESTRICTED ENTITY LIST--Entity (to include individuals, employees, agents, affiliates, and subsidiaries)

AES Warrior Run

American Precision Sheet Metal

Astral Renewable Energy

AUO Green Energy

Avidan Management

Atlantic Realty

Berry Plastics Corp

Bethel Heights Vinyard

Boulevard Energy

Burlington Beef

Century Solar

CP Advisors

CRS - Complete Roofing System

Dynamic Solar

EDF EN Canada Development

Energy in the Bank

Essex County School District

Evo Earth - Alex Lemus

Gehrlicher

Henningsen Cold Storage

Hovnaniah

Irvington (NJ) Board of Education

Kushner Hebrew Academy

Macys

Metallion Industries

Multiphase

N2K Berry Farm

NEMF

Northwest Technologies

Pi Solar

R & D Coleman

Rogers Machinery

Romark Logistics

Rosauers

Seaboard Solar

Sequoyah

Smiles Fashion

Solrey

Solsystems

Sunham Home Furnishings

SunConnect

Syndicated Solar

True Green Capital

Tube Specialties Company

Turtle & Hughes

Val McHale

Verdi

Wanzek

Warner Energy

REDACTED

3. <u>Consideration</u>. The Parties acknowledge that this Agreement is entered into in consideration of the mutual promises and covenants herein including without limitation the following:

REDACTED

b) Stipulated Permanent Injunction: The Parties (but not Porter) agree to stipulate to the entry of a Permanent Injunction Order by the Court in the form attached as Exhibit A (specifically incorporated as part of this Agreement) or upon such terms as the Court, in its discretion, may enter. The Parties agree further, that each of the terms of the Stipulated Permanent Injunction set forth in Exhibit A attached hereto, including specifically the terms and conditions set forth in Section II of Exhibit A and its applicable definitions, shall apply to each of the Defendants.

Entry of a Permanent Inunction Order by the Court in the form attached as Exhibit A constitutes a material condition to the resolution of claims between the Parties. Therefore Plaintiff retains the right to rescind this Agreement (without any waiver) in the event that the Court exercises its discretion in its entry of the Order such that any of the terms of Exhibit A are materially altered or omitted, or such that the Order is not entered, notwithstanding the paragraph above.

Porter acknowledges and agrees that although he is not a named party to this Suit, does not stipulate to the entry of the Stipulated Permanent Injunction, and is not, therefore, bound by the terms of the Stipulated Permanent Injunction as entered by the Court, he agrees to be and

acknowledges that by signing this Agreement that he will be, bound contractually by each of the terms set forth in Section II of the Stipulated Permanent Injunction pertaining to non-competition, and protection of Solar Nation, Inc.'s Protected Information (and all definitions pertaining to same), as if such terms were explicitly set forth herein.

REDACTED

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